

**GOVERNMENT OF ANDHRA PRADESH
ABSTRACT.**

Margin Money Assistance to Sri. Markandeya Silk Weavers Cooperative Production and Sales Society Ltd., Proddutur, Kadapa District from NCDC under Centrally Sponsored Schemes – Sanction and Release of an amount of Rs. 60,00,000/- (Rupees Sixty Lakhs Only) under Plan – Administrative Sanction – Accorded – Orders – Issued.

AGRICULTURE AND COOPERATION (SERI) DEPARTMENT.

G.O.Rt.No.247

Dated: 23-02-2010.

Read the following:

1. From the Director of Handlooms & Textiles, Hyderabad, Lr. No. 11933/2008-K2, dt. 10-10-2008.
2. Govt. Letter No.15303/Tex-2/2007-3, dt.10-12-2008 addressed to NCDC, New Delhi.
3. NCDC Lr.No.NCDC:4-11/2008-Text(HLM)/369(S080234), Dt.17-02-2009.
4. G.O.Rt.No.2728, Finance (Exp.A&C) Deptt., dt. 27-06-2009.

&&&

ORDER:-

1. In the reference 2nd read above, Government have recommended the loan application to the National Co-operative Development Corporation (NCDC), New Delhi for sanction of Margin Money Assistance of Rs.60,00,000/- towards working capital to provide continuous work to the members of Sri. Markandeya Silk Weavers Cooperative Production and Sales Society Ltd., Proddutur, Kadapa District.

2. In the reference 3rd read above, the Managing Director, National Co-operative Development Corporation Ltd., has conveyed the sanction of Rs.60,00,000/- (Rupees Sixty Lakhs only) to the Government of Andhra Pradesh towards margin money assistance to Sri. Markandeya Silk Weavers Cooperative Production and Sales Society Ltd., Kadapa District.

3. The Managing Director, National Co-operative Development Corporation Ltd., has informed that the State Government shall provide NCDC's loan assistance to the society in the form of share capital or loan. The assistance will be released by the NCDC to the State Government on reimbursement basis i.e., the State Government will first release the amount sanctioned to the society mentioned above and thereafter claim reimbursement from the Corporation. The assistance of Rs.60.00 Lakhs sanctioned is subject to the following conditions:-

- (i) The society shall furnish to the Corporation such returns, statements of accounts and other information, as may be prescribed or called for by the Corporation from time to time;
- (ii) Shall allow and afford facilities to the officers of the Corporation or any other person or persons nominated by it in this behalf to verify and inspect its books of accounts and other records; and
- (iii) Shall make arrangements to the satisfaction of the Corporation for the appointment of suitable administrative and technical/senior personnel for the business of the society.

4. The Managing Director, National Co-operative Development Corporation has further reported that the loan shall carry the rate of interest prevailing at the time of release of funds which will be a floating rate linked with State Bank Advance Rate. Existing effect rate of interest is 11.00% p.a (linked

with present State Bank Advance Rate of 12.25%) Effective rate of interest shall be applicable in case payment of installment is made on or before due date, normal rate of interest, which is 1% higher than the effective rate shall be applicable. Further, in case of default in payment of installment, penal interest @ 2.5% over and above the normal rate of interest shall be charged on the defaulted installment for the period of delay. The other terms and conditions of the Corporation shall be according to NCDC letter No.NCDC:1-1/84-Budt, dated: 15-10-1984 and No. NCDC:1-1/90-Budt., dated:01-01-2009 and as amended from time to time.

5. The Corporation reserves the right to foreclose and recover the loan assistance from the State Government if:-

- (i) it is not utilized for the purpose for which it has been sanction;
- (ii) the society fails to furnish the returns, statement of accounts and other information as may be prescribed or called for by the Corporation from time to time; and
- (iii) if any of the other conditions are not fulfilled.

6. The sanction is valid upto 28-02-2010 by which date the State Government shall provide full assistance to the Societies and claim reimbursement from the NCDC.

7. In the circumstances reported by Director of Handlooms and Textiles, Hyderabad in his letter 1st read above and in pursuance of the Budget Release Order issued by the Finance Department in the reference 4th read above, Government hereby accord administrative sanction for an amount of Rs 60,00,000/- (Rupees Sixty Lakhs Only) to the Commissioner of Sericulture, Hyderabad in relaxation of Treasury control orders pending adjustment in final budget 2009-2010 under Plan under the following Head of Account:

PLAN

(Rs.in thousands)

Name of the Scheme	Head of Account	B.E 2009-10	Amount now released	Procedure of drawal of funds	Drawing Officer	R E M A R K S
1.	2.	3.	4.	5.	6.	7.
Margin money assistance to Silk Weavers Society.	6851-Loans for village and small Industries - 103-Handloom Industries GH 10 - CSS SH-19 Loan assistance under NCDC Scheme - 002 - Margin money assistance to Silk Weavers Society, Proddutur (to be opened)	Nil	60,00	Loan bill	Asst. Secretary to Govt., Finance (DMC)	

8. The expenditure sanctioned above, shall be subject to the conditions stipulated by National Co-operative Development Corporation Ltd. at Paras-(3) to (6) above.

9. The Assistant Secretary to Government, Finance (DMC) Department, A.P. Secretariat, Hyderabad is authorized to draw the loan amount of Rs.60.00 Lakhs by way of Cheques and send the same to the O/o the Commissioner of Sericulture, Andhra Pradesh, Hyderabad for disbursing the same to the concerned society.

10. The Commissioner of Sericulture, Andhra Pradesh, Hyderabad is requested to adjust the amount in final budget 2009-10.

11. The Commissioner of Sericulture shall take necessary action in the matter accordingly.

12. This order issues with the concurrence of Finance (Exp.A&C) Department, vide their U.O.No.15283/288/A2/EAC/09, dated: 26-06-2009 and vide Budget Release Order G.O.Rt.No.2728, Finance (Exp.A&C) Department, dt.27-06-2009.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

A.K.GOEL,
APC & SPECIAL CHIEF SECRETARY TO GOVERNMENT ATM

To
The Commissioner of Sericulture, Andhra Pradesh, Hyderabad.
The Vice-Chairman and Managing Director, APCO, Hyderabad.
The Director of Treasuries & Accounts, Andhra Pradesh, Hyderabad.
The Accountant General, Andhra Pradesh., Hyderabad.
The Pay and Accounts Officer, Andhra Pradesh, Hyderabad.
The Deputy Pay & Accounts Officer, A.P. Secretariat, Hyderabad.
The Assistant Secretary to Government, Finance (DMC) Department, A.P. Secretariat, Hyderabad.
The Managing Director, National Co-operative Development Corporation Ltd.,
4, Siri Institutional Area,
Hauz Khas, New Delhi.

Copy to:

The Chief Director, National Co-operative Development Corporation
Ltd., HACA Bhavan,
2nd Floor, Opp.Public Gardens, Hyderabad.
The Finance (TFR) Department, Secretariat, Hyderabad.
The Finance (Expn., A&C) Dept., Secretariat, Hyderabad.
The REINSE (Budget Computers Branch)
PS to Principal Secy., to Govt., Agrl.& Coop.(Seri)Dept.
PS to Minister for Finance.
SF/SC

//FORWARDED :: BY ORDER//

SECTION OFFICER.